BUSINESS LAW SECTION

Franchise Law Committee

REPORT OF PENDING FRANCHISE LEGISLATION FRANCHISE LAW COMMITTEE MEETING - FEBRUARY 26, 1999 by Rochelle B. Spandorf, Esq.

AB 484

Introduced by Assemblywoman Kuehl on 2/18/99. Would authorize a credit against personal income and corporate income taxes in an unspecified % for costs attributable to developing and distributing intellectual property. The bill intends to create financial incentives for the entertainment industry to remain in CA. However, it logically could be extended to franchising and apply to franchisors either who are based in CA or who license franchisees for locations in CA.

SB 123

Introduced by Senator Steve Peace on 12/21/98. Would amend B&P 21200 to make in an unfair business practice for a petroleum refiner, distributor, etc. to forbid a branded gasoline franchisee from buying branded gasoline from any vendor in the franchisor's wholesale network.

SB 158

Introduced by Senator Johnston on 1/7/99. Would amend the definition of a motor vehicle "dealer" set forth in the Vehicle Code by repealing the exclusion for charities.

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